

STATE OF WASHINGTON

MIKE KREIDLER
STATE INSURANCE COMMISSIONER

Phone: (360) 725-7000



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)

No. D06-256

LIBERTY NORTHWEST)
INSURANCE CORPORATION,)

CONSENT ORDER
IMPOSING A FINE

An Authorized Insurer)
_____)

Findings of Fact:

1. Liberty Northwest Insurance Corporation ("LNIC") is authorized to conduct insurance business in Washington State. It issues disability, property, casualty, marine transportation, vehicle, and surety insurance.
2. LNIC completed filing its calendar year 2004 April Supplemental filings on July 7, 2005. LNIC's calendar year 2004 Audited Financial Statements were filed with the OIC on December 13, 2005.
3. LNIC completed filing its calendar year 2005 April Supplemental filings on May 4, 2006.

Conclusions of Law:

1. LNIC's failure to timely complete filing of its calendar year 2004 April Supplemental filings and audited financial statements with the OIC and its failure to timely file its calendar year 2005 April Supplemental filings constitute three violations of RCW 48.05.250.
2. RCW 48.05.185 authorizes the Commissioner to impose a fine in lieu of or in addition to the suspension or revocation of an insurer's certificate of authority.

Consent to Order:

LNIC consents to the following, in order to resolve this matter without further legal or administrative proceedings. The Insurance Commissioner consents to resolve this matter in consideration of the insurer's payment of a fine as set forth below.

1. LNIC consents to the entry of the foregoing Findings of Fact and Conclusions of Law, and acknowledges its duty to comply fully with all applicable laws and regulations of the State of Washington. It waives further administrative or legal challenge to the actions taken, or to be taken, by the Insurance Commissioner, related to the subject matter of this Order.
2. Within thirty days of the entry of this Order, LNIC will pay to the Insurance Commissioner a fine in the amount of \$2,500 (two thousand five hundred dollars).



3. Failure to pay the fine in full within thirty days of the entry of this order will constitute grounds for revocation of the certificate of authority held by LNIC in Washington State. It will also result in a civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 11th day of October, 2006.

LIBERTY NORTHWEST INSURANCE CORPORATION

By: Mary Augustyn

Printed Name: Mary Augustyn

Printed Corporate Title: Controller

Pursuant to the foregoing Findings of Fact, Conclusions of Law, and Consent to Order, the Insurance Commissioner orders as follows:

Order:

1. Liberty Northwest Insurance Corporation is ordered to pay, within thirty days of the entry of this order, a fine in the amount of \$2,500 (two thousand five hundred dollars).
2. Failure to pay the fine timely and in full will constitute grounds for revocation of the certificate of authority held by the insurer in Washington State. It will also result in a civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 16th day of October, 2006

MIKE KREIDLER
Insurance Commissioner

By: Marcia G. Stickler

Marcia G. Stickler
Legal Affairs Division